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**DEVELOPMENT OF FINANCIAL MARKETS AND INSTITUTIONS**

**READING LIST 8: FINANCE AND ECONOMIC GROWTH**

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Required readings

J. Stiglitz, Capital Market Liberalization, Economic Growth and Instability, *World Development* 28, 6, pp. 1075-1086, 2000 ([available online](https://www.sciencedirect.com/science/article/pii/S0305750X00000061)).

R. Levine, Financial Development and Economic Growth: Views and Agenda, *Journal of Economic Literature* 35, 2, pp. 688-756 ([JSTOR](https://www.jstor.org/stable/2729790)).

J. Huerta de Soto, *Money, Bank Credit, and Economic Cycles*, 4th edition, 2020, chap. 5, esp. pp. 266-341 ([available online](https://mises.org/library/money-bank-credit-and-economic-cycles)).

Further suggestions

P. Aghion, A. Bergeaud, C. Gilbert, L. Rémy and H. Maghin, Coase Lecture – The Inverted-U Relationship Between Credit Access and Productivity Growth, *Economica* 86, 341, pp. 1-31, 2019 ([available online](https://onlinelibrary.wiley.com/doi/full/10.1111/ecca.12297)).

A. Demirgüç-Kunt and R. Levine (eds.), *Financial Structure and Economic Growth: A Cross-Country Comparison of Banks, Markets, and Development*, Cambridge: MIT Press, 2001, Introduction.

R. McKinnon, *Money and Capital in Economic Development* Washington, D.C.: Brookings Institution, 1973.

R. E. Lucas, Why Doesn’t Capital Flow from Rich to Poor Countries? *The American Economic Review* 80, 2, pp. 92-96, 1990 ([JSTOR](https://www.jstor.org/stable/2006549)).